

Nonmajor Enterprise Funds

Enterprise Funds account for any activity for which a fee is charged to external users for goods or services. If an activity's principal revenue source meets any one of the following criteria, it is required to be reported as an enterprise fund: (1) an activity financed with debt that is secured solely by pledge of the net revenues from fees and charges for the activity; (2) laws or regulations which require that the activity's costs of providing services, including capital costs, be recovered with fees and charges, rather than with taxes or similar revenues; or (3) pricing policies which establish fees and charges designed to recover the activity's costs, including capital costs. The Nonmajor Enterprise Funds are described below:

The Liquor Fund accounts for the administration and operation of state liquor stores, warehouses, and the distribution of net proceeds.

The Convention and Trade Fund accounts for the acquisition, design, construction, promotion, and operation of the State Convention and Trade Center.

The Lottery Fund accounts for lottery ticket revenues, administrative and operating expenses of the Lottery Commission, and the distribution of revenue.

The Institutional Fund accounts for the enterprise activities (industries) carried out through vocational/education programs at the correctional institutions.

The Health Insurance Fund accounts for payment of health care coverage to low-income residents and premiums for employees' insurance benefit contracts.

The Other Activities Fund accounts for the following: (1) the guaranteed college tuition program; (2) the operation of computer systems for legislative information; (3) the production and sale of statute law publications and official reports; and (4) Judicial Information System users.

Combining Statement of Fund Net Assets

Nonmajor Enterprise Funds

June 30, 2004

(expressed in thousands)

	Liquor	Convention and Trade	Lottery	Institutional
Assets				
Current Assets:				
Cash and pooled investments	\$ 22,104	\$ 37,582	\$ 35,291	\$ 15,995
Investments	-	-	72,388	-
Taxes receivable (net of allowance)	4,728	-	-	-
Other receivables (net of allowance)	4,776	3,226	14,562	146
Due from other funds	577	276	6,299	3,768
Due from other governments	-	-	-	758
Inventories	33,609	-	286	8,592
Prepaid expenses	-	331	225	210
Total Current Assets	65,794	41,415	129,051	29,469
Noncurrent Assets:				
Investments, noncurrent	-	-	466,071	-
Other noncurrent assets	-	-	-	-
Capital Assets:				
Land	177	77,355	-	-
Buildings	15,154	385,662	-	-
Other improvements	134	2,487	770	2,196
Furnishings, equipment, and collections	20,961	4,315	2,690	13,959
Accumulated depreciation	(7,375)	(68,725)	(3,013)	(7,709)
Construction in progress	-	-	-	-
Total Noncurrent Assets	29,051	401,094	466,518	8,446
Total Assets	\$ 94,845	\$ 442,509	\$ 595,569	\$ 37,915
Liabilities				
Current Liabilities:				
Accounts payable	\$ 15,709	\$ 23	\$ 2,536	\$ 2,746
Contracts and retainages payable	-	1,912	-	-
Accrued liabilities	13,438	1,864	97,451	862
Obligations under security	-	-	-	-
Bonds and notes payable	2,182	17,380	-	-
Due to other funds	7,164	133	4,884	647
Due to other governments	-	-	105	-
Deferred revenues	-	25	-	24
Claims and judgments payable, current	-	-	-	-
Total Current Liabilities	38,493	21,337	104,976	4,279
Non-Current Liabilities:				
Claims and judgments payable, long-term	-	-	-	-
Bonds and notes payable	9,415	273,265	-	-
Other long-term liabilities	3,576	-	428,288	945
Total Non-Current Liabilities	12,991	273,265	428,288	945
Total Liabilities	51,484	294,602	533,264	5,224
Net Assets:				
Invested in capital assets, net of related debt	17,454	110,449	447	8,446
Restricted for:				
Other specific purposes	-	-	-	-
Unrestricted	25,907	37,458	61,858	24,245
Total Net (Deficit) Assets	\$ 43,361	\$ 147,907	\$ 62,305	\$ 32,691

Health Insurance	Other Activities	Total
\$ 102,682	\$ 113,863	\$ 327,517
18,059	155,320	245,767
-	-	4,728
388	2,497	25,595
36,729	863	48,512
15,330	3,821	19,909
-	-	42,487
-	14	780
173,188	276,378	715,295
47,365	403,381	916,817
-	82,723	82,723
-	-	77,532
-	-	400,816
-	71	5,658
1,366	12,261	55,552
(935)	(10,363)	(98,120)
-	-	-
47,796	488,073	1,440,978
\$ 220,984	\$ 764,451	\$ 2,156,273
\$ 19,023	\$ 1,803	\$ 41,840
16,005	505	18,422
800	13,111	127,526
18,059	155,320	173,379
-	19,940	39,502
36,784	16,790	66,402
-	5,217	5,322
149	35	233
66,879	1,428	68,307
157,699	214,149	540,933
-	1,929	1,929
-	169	282,849
343	464,239	897,391
343	466,337	1,182,169
158,042	680,486	1,723,102
430	1,714	138,940
-	-	-
62,512	82,251	294,231
\$ 62,942	\$ 83,965	\$ 433,171

Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets

Nonmajor Enterprise Funds

For the Fiscal Year Ended June 30, 2004

(expressed in thousands)

	Liquor	Convention and Trade	Lottery	Institutional	Health Insurance
Operating Revenues:					
Sales	\$ 422,256	\$ -	\$ -	\$ 45,956	\$ -
Less: Cost of goods sold	281,779	-	-	32,783	-
Gross profit	140,477	-	-	13,173	-
Charges for services	508	13,614	-	-	-
Premiums and assessments	-	-	-	-	1,039,975
Lottery ticket proceeds	-	-	481,440	-	-
Miscellaneous revenue	136	5	253	2,562	1,661
Total Operating Revenues	141,121	13,619	481,693	15,735	1,041,636
Operating Expenses:					
Salaries and wages	31,924	5,704	6,708	10,141	4,259
Employee benefits	9,821	2,571	1,551	2,211	952
Personal services	420	4,797	7,362	-	749
Goods and services	34,431	4,564	50,037	500	3,748
Travel	306	23	472	128	58
Premiums and claims	-	-	-	21	1,033,744
Lottery prize payments	-	-	295,488	-	-
Depreciation and amortization	4,542	8,727	228	1,301	216
Miscellaneous expenses	405	-	6	17	-
Total Operating Expenses	81,849	26,386	361,852	14,319	1,043,726
Operating Income (Loss)	59,272	(12,767)	119,841	1,416	(2,090)
Nonoperating Revenues (Expenses):					
Earnings (loss) on investments	-	-	(13,160)	1	844
Interest expense	(647)	(15,913)	(34,132)	-	-
Distributions to other governments	(30,924)	-	(4,027)	-	-
Other revenue (expenses)	58,651	40,706	16	(84)	(3)
Total Nonoperating Revenues (Expenses)	27,080	24,793	(51,303)	(83)	841
Income (Loss) Before Contributions and Transfers	86,352	12,026	68,538	1,333	(1,249)
Capital Contributions	-	4,101	-	171	-
Transfers in	4,663	-	10,844	565	26,998
Transfers (out)	(77,489)	(5,000)	(124,395)	(44)	(27,004)
Net Contributions and Transfers	(72,826)	(899)	(113,551)	692	(6)
Change in Net Assets	13,526	11,127	(45,013)	2,025	(1,255)
Net Assets - Beginning, as restated	29,835	136,780	107,318	30,666	64,197
Net Assets - Ending	\$ 43,361	\$ 147,907	\$ 62,305	\$ 32,691	\$ 62,942

Other Activities	Total
\$ -	\$ 468,212
-	314,562
-	153,650
36,554	50,676
-	1,039,975
-	481,440
3,043	7,660
39,597	1,733,401
16,111	74,847
3,553	20,659
3,904	17,232
13,854	107,134
714	1,701
-	1,033,765
-	295,488
1,570	16,584
26,842	27,270
66,548	1,594,680
(26,951)	138,721
46,355	34,040
(8)	(50,700)
-	(34,951)
38,155	137,441
84,502	85,830
57,551	224,551
-	4,272
-	43,070
(39)	(233,971)
(39)	(186,629)
57,512	37,922
26,453	395,249
\$ 83,965	\$ 433,171

Combining Statement of Cash Flows

Nonmajor Enterprise Funds

For the Fiscal Year Ended June 30, 2004

(expressed in thousands)

	Liquor	Convention and Trade	Lottery	Institutional
Cash Flows from Operating Activities:				
Receipts from customers	\$ 422,671	\$ 13,731	\$ 482,248	\$ 45,273
Payments to suppliers	(320,473)	(10,359)	(420,101)	(33,277)
Payments to employees	(41,694)	(8,378)	(8,370)	(12,227)
Other receipts (payments)	(255)	6	253	2,567
Net Cash Provided (Used) by Operating Activities	60,249	(5,000)	54,030	2,336
Cash Flows from Noncapital Financing Activities:				
Transfers in	4,663	-	10,844	565
Transfers out	(77,489)	(5,000)	(124,395)	(44)
Operating grants and donations received	-	-	-	2
Taxes and license fees collected	57,978	40,703	21	-
Distributions to other governments	(30,924)	-	(4,027)	-
Net Cash Provided (Used) by Noncapital Financing Activities	(45,772)	35,703	(117,557)	523
Cash Flows from Capital and				
Interest paid	(647)	(13,119)	-	-
Principal payments on long-term capital financing	(2,245)	(16,565)	-	(11)
Proceeds from long-term capital financing	-	-	-	-
Proceeds from sale of capital assets	16	819	-	900
Acquisitions of capital assets	(346)	(460)	(62)	(2,572)
Net Cash or Pooled Investments Provided by (Used in) Capital and Related Financing Activities	(3,222)	(29,325)	(62)	(1,683)
Cash Flows from Investing Activities:				
Receipt of interest	532	-	480	1
Proceeds from sale of investment securities	-	-	147,238	14
Purchases of investment securities	-	-	(81,985)	-
Net Cash Provided by (Used in) Investing Activities	532	-	65,733	15
Net Increase (Decrease) in Cash	11,787	1,378	2,144	1,191
Cash and Pooled Investments, July 1	10,317	36,204	33,147	14,804
Cash and Pooled Investments, June 30	\$ 22,104	\$ 37,582	\$ 35,291	\$ 15,995
Cash Flows from Operating Activities:				
Operating Income (Loss)	\$ 59,272	\$ (12,767)	\$ 119,841	\$ 1,416
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operations:				
Depreciation	4,542	8,727	228	1,301
Provision for uncollectible accounts	1	-	5	2
Change in Assets: Decrease (Increase)				
Receivables (net of allowance)	(93)	92	808	(683)
Inventories	(4,570)	-	(8)	(675)
Prepaid expenses	-	15	50	217
Change in Liabilities: Increase (Decrease)				
Payables	1,097	(1,067)	(66,894)	758
Net Cash or Cash Equivalents Provided by (Used in) Operating Activities	\$ 60,249	\$ (5,000)	\$ 54,030	\$ 2,336
Noncash Investing, Capital, and Financing Activities:				
Contributions of Capital Assets	\$ -	\$ 4,101	\$ -	\$ 171
Amortization of interest on long-term prize liability	-	-	34,132	-
Increase (decrease) in fair value of investments	-	-	(13,640)	-
Accretion of interest on zero coupon bonds	-	2,901	-	-

Health Insurance	Other Activities	Total
\$ 1,019,373	\$ 25,213	\$ 2,008,509
(975,645)	42,352	(1,717,503)
(24,151)	(19,611)	(114,431)
1,660	3,062	7,293
21,237	51,016	183,868
26,998	-	43,070
(27,004)	(39)	(233,971)
-	-	2
-	37,821	136,523
-	-	(34,951)
(6)	37,782	(89,327)
-	(8)	(13,774)
-	(27,353)	(46,174)
-	30,725	30,725
-	217	1,952
(22)	(780)	(4,242)
(22)	2,801	(31,513)
1,838	(4,960)	(2,109)
47,517	139,198	333,967
(47,950)	(221,718)	(351,653)
1,405	(87,480)	(19,795)
22,614	4,119	43,233
80,068	109,744	284,284
\$ 102,682	\$ 113,863	\$ 327,517
\$ (2,090)	\$ (26,951)	\$ 138,721
216	1,570	16,584
-	5	13
(20,580)	(11,329)	(31,785)
-	-	(5,253)
-	(6)	276
43,691	87,727	65,312
\$ 21,237	\$ 51,016	\$ 183,868
\$ -	\$ -	\$ 4,272
-	-	34,132
(990)	(50,484)	(65,114)
-	-	2,901

